



Alarm Company Organized as Limited Liability Company

The Alarm Company Act requires an alarm company operator (ACO) organized as a limited liability company (LLC) to obtain a general liability insurance policy with a minimum general aggregate liability limit of one million dollars (\$1,000,000) for initial licensure, and to have the required insurance in effect at the time of license renewal and for the continued maintenance of the license.

[2023 Alarm Company Operator Limited Liability Company Licensee Insurance Claim Data Reporting form](#)

To demonstrate compliance with the insurance requirement, a Certificate of Liability Insurance is to be provided to the Bureau:

- At the time of initial licensure;
- When the policy expires and is renewed;
- When a policy expires and a new policy is secured; or
- Upon the Bureau's request.

The Certificate of Liability should be submitted to the Bureau by the insurer or the insurer's agent or broker electronically to AlarmCompanies@dca.ca.gov or by mail to P.O. Box 989002, West Sacramento, CA 95798.

The Certificate of Liability Insurance must satisfy **ALL** the following requirements pursuant to [Business and Professions Code Section 7599.34](#):

1. Specify the alarm company name (name should align with name associated with BSIS license).
2. Specify the ACO license number. (NOTE: Given that an ACO applicant does not yet have a license number, this information is not required with the Certificate submitted at the time of application.)
3. Specify the insurance policy number, and start and end dates of the policy period.
4. Reflect that the policy covers a minimum general limit as follows:
 - (a) For an LLC with five or fewer persons named as members, the aggregate limit shall not be less than one million dollars (\$1,000,000).
 - (b) For an LLC with more than five persons named as members, an additional one hundred thousand dollars (\$100,000) of insurance shall be obtained for each person named as members of the licensee except that the maximum amount of insurance is not required to exceed five million dollars (\$5,000,000) in any one designated period.

5. Indicate “Bureau of Security and Investigative Services, P.O. Box 989002, West Sacramento, CA 95798” in the Certificate Holder section for the purposes of the Bureau being notified of a change in policy status.

IMPORTANT NOTICE:

Effective January 1, 2019, an ACO licensee organized as an LLC must report to the Bureau, no later than March 1 of each year, the date and amount of any claims paid during the prior calendar year from any general liability insurance policy it maintained pursuant to Business and Professions Code Section 7599.34. The claim information is to be reported on a form developed by the Bureau. [Click here to view the Alarm Company Operator Limited Liability Company Licensee Insurance Claim Data Reporting form.](#)

Questions regarding the liability insurance requirements for alarm company licenses may be submitted to the Bureau by email at AlarmCompanies@dca.ca.gov or call 800-952-5210 or 916-322-4000. Due to high call volumes, the Bureau suggests contact by email.

Revised December 2022